

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT OF)
DEXTER-ALMO HEIGHTS WATER DISTRICT)

CASE NO. 98-375

O R D E R

On July 10, 1998, Dexter-Almo Heights Water District ("Dexter-Almo") applied for approval to adjust its rates pursuant to the purchased water adjustment procedure. KRS 278.015 and 807 KAR 5:068.

The Commission, having reviewed the record and being sufficiently advised, finds that:

1. Dexter-Almo purchases its water from the Murray Water and Sewer System ("Murray").
2. Murray increased the wholesale water rate charged to Dexter-Almo from \$1.25 per 1,000 gallons to \$1.45 per 1,000 gallons purchased effective July 1, 1998.
3. During the 12 months ending May 1998, Dexter-Almo purchased 35,868,000 gallons of water and sold 29,572,200 gallons.
4. The increase in the cost of purchased water is \$7,173.60, resulting in a purchased water adjustment of 24 cents per 1,000 gallons of water. Based on a monthly usage of 5,000 gallons, the average bill of Dexter-Almo's customers would increase \$1.20, from \$21.85 to \$23.05, or 5.5 percent.

5. Dexter-Almo's calculations and proposed increase are correct and should be approved.

6. The purchased water adjustment of 24 cents per 1,000 gallons and the rates in Appendix A, attached hereto and incorporated herein, are fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:


1. The purchased water adjustment of 24 cents per 1,000 gallons and the rates in Appendix A are approved for services rendered on and after July 1, 1998.

2. Within 30 days from the effective date of this Order, Dexter-Almo shall file revised tariff sheets setting out the rates approved herein.


3. Within 20 days from the effective date of this Order, Dexter-Almo shall file a copy of the notice to its customers and verification that such notice has been given.

Done at Frankfort, Kentucky, this 6th day of August, 1998.

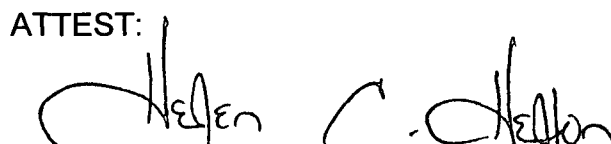
PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioners

ATTEST:


Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 98-375 DATED AUGUST 6, 1998

The following rates and charges are prescribed for the customers in the area served by Dexter-Almo Heights Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

MONTHLY RATES

First	2,000 Gallons	\$11.17	Minimum Bill
Next	3,000 Gallons	3.96	Per 1,000 Gallons
Next	5,000 Gallons	3.26	Per 1,000 Gallons
Next	10,000 Gallons	2.96	Per 1,000 Gallons
Over	20,000 Gallons	1.96	Per 1,000 Gallons